(c) the changes, if any, to be made in the principles governing the distribution among the States of the grant to be made available to the States in lieu of taxes on railway fares,

(d) the changes, if any, to be made in the principles governing the distribution of the net proceeds in any financial year of the additional excise duties levied on each of the following commodities, namely,

(i) cotton fabrics.
(ii) silk fabrics,
(iii) rayon or artificial silk fabrics,
(iv) woollen fabrics, (v) sugar, and
(vi) tobacco (including manufacturred tobacco)

in replacement of the States sales taxes formerly levied by the State Governments:

Provided that the share accruing to each State shall not be less than the revenue realised from the levy of the sales tax for the financial year 1955–57 in that State:

(e) the effect of the combined incidence of a State's sales tax and Union duties of excise on the production consumption or export of commodities or products, the duties on which are shareable with the States, and the adjustment, if any, to be made in the State's share of Union Excise duties, if there is any increase in the State's sales tax on such commodities or products over a limit to be specified by the Commission.

The recommendations of the Commission shall, in each of the above cases, cover the period of five years commencing from the 1st day of April 1966.

The present scheme of devolution of revenue from the Centre to the States, which has been evolved after taking into account the recommendations of the Third Finance Commission and is applicable to the four year period ending 1965–66, is as follows :—

(a) 66⅔% of the divisible net proceeds of income-tax (other than Corporation Tax) are assigned to the States and distributed amongst them on the basis of population (80 per cent) and collection (20 per cent);

(b) 20 per cent of the net proceeds of the Union duties of excise on all commodities other than motor spirit, on which duty was collected in 1960–61 excluding those (but not excluding silk fabrics) on which the yield was below Rs. 50 lakhs a year (total commodities 35) are distributed amongst the States on the basis of population (as major factor), relative financial weaknesses of States, disparity in levels of development, percentage of Scheduled Castes and Tribes and backward classes in their population,

(c) the grant-in-aid in lieu of tax on Railway fares is distributed on the basis of compensation i. e., what States were getting before the tax was abolished.

(d) the net proceeds of the Estate Duty are distributed between the States in proportion to their population, except that the amounts collected in respect of immovable properties are distributed on the basis of location of those properties,

(e) in respect of the net proceeds of additional duties of excise on textiles, sugar and tobacco levied in lieu of sales tax the guaranteed amounts are first paid to the States i.e., the revenue realised from the levy of the sales-tax for the financial year 1956–57 in that State and the balance on the basis of percentage increase in the collections of sales-tax since 1957–58 and partly on the basis of population.

(f) grants-in-aid of revenue of specified amounts are made to the States on an assessment of their needs based on a review of their budgetary position and the size of their committed expenditure out of revenues. Specific grants are also made to certain States for the improvement of their communications.

The Fourth Finance Commission will review these arrangements. It will consider the modifications and adjustments, if any, called for in the present devolution scheme including the arrangements regarding grants-in-aid under Article 275 (1) of the Constitution.

The Commission would welcome written representations setting out the views of those interested in these questions. They should be sent in the form of self-contained memoranda, addressed to the Member-Secretary, Finance Commission, Church Road Hutments, New Delhi, on or before July 31, 1964.

Office of the Fourth Finance Commission, New Delhi.

Dated 19th May, 1964 (29th Vaisakha, 1886).

31

REVENUE SECRETARIAT.

Dated 12th May 1964.

No. RD 2 LCI 62. In exercise of the powers conferred by Section 42 of the Land Acquisition Act, 1894 (Central Act 1 of 1894), as amended by Mysore Act 17 of 1961 the agreement entered into by the Secretary, the Hindustan Aircraft Ltd., Bangalore with the Government of Mysore as annexed hereto is hereby Published as required by the said Section.

Agreement.

An agreement made this the Thirtyfirst day of March one thousand nine hundred and sixty four between H.A.L. a Company registered under the Indian Company's Act of 1956 and having its registered office at Domlur Road, Bangalore (hereinafter called the Company which expressions shall, unless excluded by or repugnant to the context, be deemed to include its successors and assigns) of the one part, and the Governor of Mysore of the other part.

Whereas the principal objects for which the Company is established are as detailed in the memorandum of Association of the Company, a copy of which has already been filed with the Government (hereinafter referred to as "the said objects".

And Whereas the Company has applied to the Government of Mysore (hereinafter offerred to as "the Government that certain land more particularly described in the schedule hereto annexed and hereinafter referred to as "the said land" should be acquired under the provisions of the Land Acquisition Act 1894. (I of 1894) (hereinafter referred to as "the said Act", for the following purposes, namely:— for the construction of New Runway.

And Whereas the Government, having caused an inquiry to be made in conformity with the provisions of the said act and being satisfied as a result of such inquiry that the acquisition of the said land is needed for the purposes referred to above, has consented to the provisions of the said Act being put in force in order to acquire the said land for the Company to enter into an agreement herein after contained with the Government.

Now these presents witness and it is hereby agreed that Government shall put in force the provisions of the said act in order to acquire the said land for the company on the following conditions namely:—

1 The company shall pay to the Government the entire cost as determined by the Government, of the acquisition of the said land, including all compensation, damages, costs charges and other expenses whatsoever, which have been or may be paid or incurred in respect of or on account of such acquisition or in connection with any litigation arising out of such acquisition either in the original or Appellate Courts, and including the costs on account of any establishment and salary of any officer or officers of the Government whom the Government may think it necessary to employ or depute on special duty for the purpose of such acquisition and also including the percentage charges on the total amount of compensation awarded as prescribed by Government. The monies which shall be payable by the Company under this clause shall be paid by it by the initial deposit with the Deputy Commissioner of Bangalore (hereinafter called "The Deputy Commissioner") of the sum of Rupees 16, 53, 145 (Rupees sixteen lakhs, fifty-three thousand, one hundred and forty-five only) (already deposited for the Runway project) which by payment to the Deputy Commissioner within seven days after the execution of this agreement and thereafter by payment to the Deputy Commissioner within fourteen days after demand by the Deputy Commissioner, in writing of such further amount or amounts as the Deputy Commissioner shall from time to time estimate to be required for the purpose of paying or disbursing any compensation damages, costs, charges or expenses hereinbefore referred to.

2 On payment of the entire cost of the acquisition of the said land, as herein above referred to the whole of the said land shall as soon as conveniently may be transferred to the Company at the cost in every respect of the Company so as to vest in the Company subject to the provisions of the Mysore land Revenue Code (hereinafter called the "said code") and the rules made thereunder subject also to the provisions of this agreement as to the terms on which the land shall be held by the Company.

3 The said land when so transferred to and vested in the Company shall be held by the Company as its property to be used only in furtherance of and for purpose for which it is acquired, subject nevertheless to the payment of agricultural, non agricultural or other assessment if and so far as the said land is or may from time to time be liable to such assessment under the provisions of the said code and the rules made thereunder, and the local fund cess, as the case may be.

4 The company shall,

(i) not use the said land for any purpose other than that for what it is acquired.

(ii) undertake the work of construction of the Runway required for our Aircraft within one year from the date on which possession of the land is handed to the Company and complete the same within two years from the aforesaid date.

(iii) at all times, keep and maintain the said land and the building or buildings erected thereon in good order and condition to the satisfaction of the Deputy Commissioner.

(iv) maintain all records of the company properly and supply to the Government punctually such returns and other information as may from time to time be required by the Government.

(v) not use the said land or any building that may be erected upon it for any purpose which in the opinion of Government is objectionable.

5 The company shall from time to time and at all times permit the Government or any Officer or Officers authorised by the Government in that behalf to inspect the said land any works of the company upon the said land and whether in the course of construction or otherwise and shall furnish to the Government from time to time on demand correct statement or the monies expended by the company to the construction of the said works of the company upon its said land.

6 In case the said land is not used for the purpose for which it is acquired as hereinbefore recited or is used for any other purpose or in case the company commits a breach of any of conditions thereof, the said land together with the buildings, if any, erected thereon shall be liable to resumption by the Government subject however to the conditions than the amounts spent by the company for the acquisition of the said land or its value as undeveloped land at the time of resumption whichever is less (but excluding the cost of value of any improvements made by the company to the said land or any structure standing on the said land) shall be paid as compensation to the company.

Provided that the said land and the buildings, if any, erected thereon shall not be so resumed unless due notice of the breach complained of has been given to the company and the company has failed to make good to the breach or to comply with any directions issued by the Government in this behalf, within the time specified in the said notice for compliance therewith.

7 If at any time or times the whole of any part of the said land is required by Government or for the purpose of making any new public road or for any purpose, connected with public health, safety, utility or necessity the empany on being required by the Government in writing shall transfer to the Government shall specify to be necessary for any of the aforesaid purposes and in consideration of such transfer, the Government shall pay to the company a sum equal to the amount of the compensation awarded under the said Act and paid by the company in respect of the land so transferred including the percentage awarded under Section 23(2) of the said Act, together with such amount as shall be estimated by the Executive Engineer, Bangalore Division whose decision in the matter shall be final, as to the cost of the development of the land so transferred which shall include the value at the date of transfer of any structure standing thereon, and when part of a building is on the land so transferred and part is on an adjoining land, reasonable compensation for the injurious effect of the part of the building on adjoining land.

8 All the cost and expenses incidental to the preparation and execution of these presents shall be paid by the company.

SCHEDULE.

District.	Taluk.	Village.	S. No.	Area.	Boundary by East, West South and North
As per attached List.					

In witness whereof, the Secretary hath for and on behalf of the company set his hand and the seal of the company and Deputy commissioner, Bangalore Urban, hath on behalf of the Governor of Mysore set his hand and affixed the seal hereto the day and year first above written.

Signed. sealed and delivered by the Secretary, Hindustan Aircraft Ltd., in the presence of

Witness:— 1 Sd/- xx xx xx
2 Sd/- xx xx xx

Signed, Sealed and delivered by in the presence of

Witness:— 1 Sd/- .. ..
2 Deputy Commissioner.

In the presence of (Sd) K. SESHAGIRI Rao, *Under Secy. to Govt., R.D.*

For and on behalf of and under the directions of the Governor of the Mysore.

Sd/-B. T. NAYAK,
Deputy Secy. to Government, Revenue Department.

By Order and in the name of the Governor of Mysore,
K. SESHAGIRI RAO, *Under Secy. to Govt., R.D.*

SCHEDULE.

District: Bangalore Urban, Taluk: Bangalore South, Village: Yemalur.

S.No.	Extent	Bounded by			
		East	West	North	South
	A. G.				
22/9	0—30	22	22/1 22/9	22/10	22/2
23	0—09	Road	28/1	22/8	23
27/3	0—32	Road	28/1	28	27/3

District: Bangalore Urban, Taluk: Bangalore South, Village: Kempapura.

29/2	0—04	29/1	29/3	24	38
29/3	0—12	29/2	29/4	24	38
29/4	0—19	29/3	29/6	24	38
29/5	0—01	29/4	29/8	24	38
29/6	0—06	29/6	30/1	24	30
30/2	0—06	29	23	30/1	30/3
30/3	0—08	29	23	30/1	30/3
31/1	0—07	38	20	30/1	30/3
Total ...	3—14				
Plus Kharab portion.	0—34				
Grand total...	4—08				

No. RD 2 LCI 62, dated 12th May 1964.

In exercise of the powers conferred by Section 6 of the Land Acquisition Act, 1894 (Central Act I of 1894), the Government of Mysore hereby declare that the lands specified below, are needed for a public purpose, to wit for the extension of Hindustan Aircraft Limited Runway, Bangalore, and in exercise of the powers conferred by clause (c) of Section 3 and Section 7 of the said Act, the Special Land Acquisition Officer, Bangalore, is appointed to perform the functions of a Deputy Commissioner, under the said Act and directed to take orders for the acquision of the said lands.

In exercise of the powers conferred by sub-section (1) of Section 17 of the said Act, the Government of Mysore direcse that the possession of the said lands may be taken on the expiry of fifteen days from the date of publication of the notice mentioned in sub-section (1) of Section 9 of the said Act.

A plan of the lands is kept in the Office of the Special Land Acquision Officer, Bangalore, for inspection.

SCHEDULE.

District: Bangalore, Taluk: Bangalore South, Hobli: Varthur, Villages: Yamalur and Kempapura.

Sl. No.	S. No.	Name of Khatedar/Anubhavadar or Tenant	Boundaries				Extent required	Assessment
			East	West	South	North		
		Sriyuths.—					As. Gs.	Rs. nP.
1	22/9	L. S. Narayana Iyer, Ramaiah ...	22/8	22/1 22/9	22/10	22/2	0—30	0—94
2	23	Shanbhoug Service Inam, Sri G. Srinivasaiah...	Road	28/1	22/8	23	0—09	0—25
3	27/3	A. C. Basavaiah ...	Road	28/1	28	27/3	1—15	1—25
		District: Bangalore, Taluk: Bangalore South,	Hobli: Varthur,			Village: Kempapura.		
4	29/2	K. T. Chinnappa Reddy ...	29/1	29/3	24	38	0—04	0—31
5	29/3	Nanjunda Reddy ...	29/2	29/4	24	38	0—12	0—88
6	29/4	Muniramaiah Reddy ...	29/3	29/6	24	38	0—23	1—50
7	29/5	Thippa Reddy and K. H. Narayana Reddy ...	29/4	29/8	24	38	0—01	0—06
8	29/6	Thippa Reddy and Narayana Reddy ...	29/6	30/1	24	36	0—06	0—34
9	30/2	M. Chinnappa ...	29	23	30/1	30/3	0—09	0—69
10	30/3	Nanjunda Reddy ...	29	23	30/1	30/3	0—11	0—94
11	31/1	Dodda Ramaiah Reddy, Chikka Ramaiah Reddy and Lakshmiah Reddy.	38	20	30/1	30/3	0—08	0—25

Total Extent to be notified :—

	A. G.
(1) Yamalur	2—14
(2) Kempapura	1—34
Total	4—08

By Order and in the name of the Governor of Mysore,
K. SESHAGIRI RAO, *Under Secy. to Govt., R.D.*